

CORRECTED FISCAL NOTE

SB 450 - HB 830

March 7, 1997

SUMMARY OF BILL: Reclassifies "golf course playing hole improvements" as farm property for property tax purposes, allowing such property to be assessed at 25% instead of 40%, which is the current level.

ESTIMATED FISCAL IMPACT:

On February 22, 1997 we issued a fiscal note on this bill which indicated that:

The impact of this bill is a decrease in local government revenues exceeding \$500,000. This assumes the current depreciated value of greens/improvements in Tennessee is approximately \$110,000,000. Also assumes an average tax rate of 3% in 91 counties and a tax rate of 4.43% in the four major metropolitan areas.

Based upon additional information provided to us by the Comptroller of the Treasury, the estimated fiscal impact of this bill is:

Decrease Local Govt. Revenues - Exceeds \$150,000

This assumes that some counties are assessing such properties at 25%, while others assess at 40%. Also assumes the current depreciated value of greens/improvements in Tennessee is approximately \$110,000,000 and assumes an average tax rate of 3% in 91 counties and a tax rate of 4.43% in the four major metropolitan areas.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



**SB 450 - HB 830
CORRECTED**

James A. Davenport, Executive Director

**SB 450 - HB 830
CORRECTED**